

SALE OF PROPERTY AT 27B BENOI ROAD, PIONEER LOT, SINGAPORE 629917

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Gaylin Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly owned subsidiary, Allseas Marine Services Pte. Ltd., had on 9 September 2016 granted an Option To Purchase (the “**Option**”) to GMBE Investment Holding Pte. Ltd. (the “**Purchaser**”) in respect of the sale of the Group’s property located at 27B Benoi Road, Pioneer Lot, Singapore 629917 (the “**Property**”). The Purchaser had on 7 October 2016 exercised the Option.

The sale of the Property was completed today (the “**Completion**”).

2. THE CONSIDERATION

The consideration for the sale of the Property was S\$1,700,000 (the “**Consideration**”) and was satisfied in cash in the following manner:-

- (i) 5% of the consideration was paid on the exercise of the Option; and
- (ii) the balance 95% of the consideration was paid upon the Completion.

The Consideration was arrived at on a willing-buyer and willing-seller basis after arm's length negotiations between the parties, and after taking into account prevailing market conditions.

The net book value of the Property as at 30 September 2016 was approximately S\$1,177,000. The Valuation Report dated 1 September 2016 was prepared by Edmund Tie & Company (Sea) Pte. Ltd., who had valued the Property at S\$1,600,000.

3. NON-DISCLOSEABLE TRANSACTION

As none of the relative figures computed on the bases set out in Rule 1006 of the Listing Manual of the SGX-ST (“**Listing Manual**”) exceeds 5%, the sale of the Property constitutes a non-discloseable transaction under Chapter 10 of the Listing Manual.

4. FINANCIAL EFFECTS

The proforma financial effects on the Group’s earnings per share (“**EPS**”) and net tangible asset (“**NTA**”) per share based on its consolidated audited financial statements for the financial year ended 31 March 2016 (“**FY2016**”) are as follows:

- (i) Assuming that the above transaction had taken place in FY2016, the Group’s EPS would have increased from 0.29 cents to 0.49 cents; and
- (ii) Assuming that the above transaction had taken place in FY2016, the Group’s NTA per share would have decreased from 23.04 cents to 22.76 cents.

5. INTEREST OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Desmond Teo Bee Chiong
Executive Director and Chief Executive Officer
GAYLIN HOLDINGS LIMITED